Daily Deposit and Collection Schemes

3893. SHRI KARNENDU BHATTACHARJEE :

SHRI P. PRABHAKAR REDDY :

Will the Minister of FINANCE be pleased to state :

(a) whether it is a fact that some Nationalized Banks are running the daily deposit and collection schemes as a part of the drive for small collections;

(b) if so, the names of the Banks and since when they have been permitted by RBI to run the scheme;

(c) the success achieved by them in mopping up collection under the scheme alongwith the collections made during the last three years, year-wise and bank-wise; and

(d) whether some of the NBFCs/Residuary Non-Banking Financial Companies have also been given permission to run the schemes and if so, the details thereof and the reasons therefor ?

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI BALASAHEB VIKHE PATIL) : (a) to (c) Yes, Sir. With a view to encouraging the savings habits, some banks have evolved daily deposit collection schemes.

Reserve Bank of India (RBI) have reported that a few public sector banks, such as State Bank of India, UCO Bank, Indian Bank, Vijaya Bank, Syndicate Bank etc. have been operating the Daily Deposit Scheme since past many years. The data generating system of RBI does not generate details in this regard.

(d) Reserve Bank of India has prescribed regulatory framework for acceptance of public deposits by NBFCs which cover, *inter alia* rate of interest payable on deposits minimum and maximum period of deposits quantum of public deposits, etc. which an NBFC can accept. The particulars to be included in the application form have also been specified in the RBI directions. The contents of the Advertisement are regulated by the Non-Banking Financial Companies and Miscellaneous Non-Banking Companies (Advertisement Rules 1977). The deposit schemes prepared by NBFCs conforming to the RBI regulations do not require prior permission of the RBI, however, the companies are required to file particulars of the schemes with RBI for post facto examination.